ORIGINAL AGREEMENT

LETTER OF UNDERSTANDING

Between

between 12-165

City of Bothell

ALDERWOOD WATER AND WASTEWATER DISTRICT and THE CITY OF BOTHELL

for

ALDERWOOD WATER & WASTEWATER DISTRICT PROJECT W0906

UTILITY ADJUSTMENTS ASSOCIATED WITH THE 240TH STREET SE BRIDGE REPLACEMENT OVER NORTH CREEK PROJECT BETWEEN FITZGERALD ROAD AND 34TH AVENUE SE

THIS LETTER OF UNDERSTANDING ("LOU") is dated June 16, 2012 for reference purposes, and is entered into by and between the City of Bothell, a Washington municipal corporation ("the CITY"), and the Alderwood Water and Wastewater District, hereinafter referred to as ("the DISTRICT").

This LOU relates to the Inter Local Agreement ("ILA") for Alderwood Water and Wastewater District Project W0906 between the DISTRICT and the CITY for Utility Adjustments Associated with the 240th Street SE Bridge Replacement over North Creek.

NOW, THEREFORE, the CITY and THE DISTRICT set forth their understanding as follows:

- The CITY notified the DISTRICT upon acceptance of the bid that the bid price to 1. construct the water line (Schedule D) was higher than the Engineer's estimate upon which was based the total cost shown in **Exhibit C** of the ILA between the DISTRICT and the CITY.
- The attached **Exhibit C-1** is the Revised Cost Summary with Projected Expenditures 2. through project completion.
- 3. In accordance with V and VIII B. of the ILA, the DISTRICT agrees to pay the CITY for the Grand Total Cost in attached Exhibit C-1.

CITY OF BOTHELL

By: Erin Leonhart

Its: PW Director/Designee

10/19/2012

ALDERWOOD WATER AND

WASTEWATER DISTRICT

Date

Its: General Manager/Designee

EXHIBIT C-1 REVISED COST SUMMARY

ALDERWOOD WATER AND WASTEWATER DISTRICT UTILITY ADJUSTMENTS ASSOCIATED WITH THE 240TH STREET SE BRIDGE REPLACEMENT OVER NORTH CREEK PROJECT BETWEEN FITZGERALD ROAD AND 34TH AVENUE SE

ALDERWOOD WATER & WASTEWATER DISTRICT PROJECT W0906

Description	Preliminary	Projected
	Estimated Cost of	Expenditures
	ILA	through
		Completion
Design Fee Estimate	\$8,069	\$10,789.84
Total Construction Cost (Schedule "D" Estimate + 9.5% State Sales Tax)	\$110,534	\$140,000.00
Construction Management, Contract Administration, Construction Inspection, & Overhead (Estimated at 20% of Construction Cost)	\$22,107	\$14,500.00
Total Estimated Utility Work Related Costs	\$140,710	\$165,289.84

Grand Total Cost:

\$165,289.84